GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5109
ANSWERED ON:20.04.2001
IDBI ASSISTANCE TO INDUSTRIAL HOUSES
RAM SHAKAL

Will the Minister of FINANCE be pleased to state:

(a) whether IDBI has given financial assistance to the big and joint industrial houses;

(b) if so, the year-wise details alongwith the assistance provided during the last three years;

(c) the terms fixed by IDBI in this regard;

(d) whether there is any default in the repayment of loans; and

(e) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) & (b): Yes, Sir. Total assistance sanctioned and disbursed by Industrial Development Bank of India (IDBI) during the years 1997-98. 1998-99 and 1999-2000 to 15 large industrial houses are as under :

(Rs. in crores)

Year	Amount Sanctioned	Amount Disbursed
1997-1998	7595	6560
1998-1999	5054	3833
1999-2000	5533	3909

(c): Financial Institutions including IDBI while extending loans to projects stipulates certain terms and conditions i.e. rate of interest, repayment period, security creation, personal and corporate guarantee etc. to ensure timely implementation of the projects within the estimated cost and to enable the lenders to monitor the project. Certain project specific conditions are also stipulated.

(d) & (e): Yes, Sir. Some of the big industrial houses financed by IDBI had defaulted in repayment to IDBI for small amounts but as per the practices and usages customary amongst banks and in conformity with the provisions of statutes governing public sector banks and financial institutions as also the provisions of public Financial Institutions (obligation as to Fidelity and Secrecy) Act, 1983, further details relating to individual constituents cannot be divulged.